

Taylor Police & Fire Retirement Board August 14, 2013 Meeting Minutes

The regular meeting of the Taylor Police & Fire Retirement Board was held at the Taylor Fire Department, 23345 Goddard Road, Taylor Michigan, on **Wednesday, August 14, 2013.**

Present: Chairman and Trustee Nicolas Hill, Trustee Gerry Taylor, Trustee Dan Bzura, Trustee Russ McNanee, Trustee Lynn Cleary via phone conference

Also Present: Jack Timmony, of VanOverbeke, Michaud & Timmony, P.C., Legal Counsel; Chris Kuhn of Gray & Company, Investment Consultant; Linda Kemp, Plan Administrator; Retiree Ron McNamee

Chair Nicolas Hill called the meeting to order at 4:33 P.M.

Motion by Bzura, supported by Taylor.

Resolved: To approve the minutes of the regular meeting of the P&F Retirement System Board of Trustees held July 10 2013.

Unanimously approved.

08.84-13

Motion by Taylor, supported by cNamee.

Resolved: To receive and file the following financial correspondence:

1. Distribution from Oaktree PPIP Private Fund, L.P. pursuant to Section 6.4 of the Amended and Restated Limited Partnership Agreement dated July 9, 2013 in the amount of \$82,462.21.
2. Employee contributions received from the City of Taylor for the Police & Fire Retirement System for July 2013 in the amount of \$57,243.56.
3. Final payment of Police & Fire required annual city contribution per the 6/30/11 actuarial report in the amount of \$3,035,417.00.

Unanimously approved.

08.85-13

Motion by Bzura, supported by McNamee.

Resolved: To receive and file the following correspondence:

1. The July 2013 Police & Fire Retirees Medicare Reimbursement Report. Note 1 change this reporting period.
2. EDRO pre-approval letter dated July 18, 2013 from the office of VanOverbeke Michaud & Timmony P.C. referencing Wayne County Circuit Court Case No. 10-110819-DO.
3. DRO pre-approval letter dated April 12, 2013 from the office of VanOverbeke Michaud & Timmy P.C. referencing Wayne County Circuit Court Case No. 13-100026-DM.
4. Legislative update received from the office of VanOverbeke Michaud & Timmony P.C. dated August 14, 2013.

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5. Letter dated July 31, 2013 from Trow Gillespie, President, Principal of NewSouth Capital Management, Inc.

Unanimously approved.

08-86.13

Motion by Taylor, supported by Bzura.

Resolved: To approve the following correspondence:

1. Wayne County Friend of the Court Income Withholding for Support Notice of Termination dated July 2, 2013 case No. 912150958.
2. FOIA request dated July 11, 2013 from Mr. Zack Criryak of Financial Investment News.
3. FOIA response letter dated July 15, 2013 to Mr. Zack Criryak of Financial Investment News.
4. Revised letter from Commander Blair dated July 31, 2013 regarding DROP program entrance date.

Unanimously approved.

08-87-13

Motion by Bzura, supported by McNamee.

Resolved: To pay the following bills:

1. Payment to Linda Kemp, Plan Administrator, for services during the period ending July 14, 2013 through August 11 2013 in the amount of \$3,030.
2. Payment to Gray & Company for second quarter 2013 Investment Consultant Retainer fee in the amount of \$13,217.34
3. Payment to Brown Advisory for investment services provided for the period of June 17, 2013 through June 30, 2013 in the amount of \$2,321.62
4. Payment to NewSouth Capital Management, Inc. for management fees from April 1, 2013 through June 30, 2013 in the amount of \$1,043.
5. Payment to PNC Institutional Investments for management fees from 4/1/13 through 6/30/13 in the amount of \$44,158.25.
6. Payment to VanOverbek Michaud & Timmony P.C. for legal services rendered to the Board of Trustees for the period April 1, 2013 through June 30, 2013 in the amount of \$8,277.50.

Unanimously approved.

08.88-13

Mr. Jack Timmony advised the Board the court of appeals held an oral argument in the Costella case and a ruling will be forthcoming.

Chris Kuhn of Gray & Company gave Board members a performance report and review. It was noted at this meeting that NewSouth out performed this quarter. Oaktree distributions will be coming to an end with possibly one last distribution. Mr. Kuhn gave an update on the portfolio

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which included some discussion on the real estate component portion of the portfolio, cumulative performance comparison and small cap.

Mr. Kuhn provided the Board with a written evaluation done by Gray & Company of Taylor & Associates which included firm background, investment strategy, portfolio management and portfolio performance. Some discussion followed relating to all of those topics.

Motion by Taylor, supported by McNamee.

Resolved: To enter into closed door session at 5:19.

Unanimously approved.

8.89-13

Motion by Cleary, Supported by McNamee.

Resolved: To open public meeting at 5:42.

Unanimously approved.

8.90-13

Motion by Cleary, supported by McNamee.

Resolved: To authorize custodian bank to increase annual pension benefit for Mr. Scott Gregory to \$100,000 as dictated by a settlement agreement between Mr. Gregory and the City of Taylor

Unanimously approved.

8.91-13

Motion by Taylor, Supported by Cleary.

Resolved: To Authorize legal counsel for the Retirement System to contact all parties involved in the above mentioned settlement agreement for clarification of same.

Unanimously approved.

8.92-13

Chair Hill, advised the Board that discussions are ongoing between the City and the Cpl./Patrol Union representatives regarding contract language related to deferred survivor benefit in the event an offices dies while actively employed, however off duty. Chair Hill will keep the Board informed as details are made available.

Motion by McNamee supported by Bzura.

Resolved: To adjourn meeting at 5:45 P.M.

Unanimously approved.

08.92-13

The next meeting of the Board of Trustees of the Police & Fire Retirement System will be held Wednesday September 11, 2013.